

Message Text

LIMITED OFFICIAL USE

PAGE 01 LIMA 09593 191717Z

65

ACTION ARA-10

INFO OCT-01 ISO-00 AID-05 CIAE-00 COME-00 EB-07 FRB-03

INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02 OPIC-03 SP-02

CIEP-01 LAB-04 SIL-01 OMB-01 NSC-05 SS-15 STR-04

CEA-01 DODE-00 PM-04 H-02 L-03 PA-01 PRS-01 /089 W

----- 078325

R 191605Z NOV 75

FM AMEMBASSY LIMA

TO SECSTATE WASHDC 7713

LIMITED OFFICIAL USE LIMA 9593

EO 11652: N/A

TAGS: EGEN, EINV, PE

SUBJECT: SOCIAL PROPERTY

REF: LIMA 4535

1. BY A NOVEMBER 11 DECREE LAW, THE GOP ESTABLISHED THE NATIONAL SYSTEM FOR THE DEVELOPMENT OF SOCIAL PROPERTY WHICH IS TO "PROMOTE, STRENGTHEN, AND CONSOLIDATE" THE SOCIAL PROPERTY SECTOR. THE HEAD OF THE NEW SYSTEM WILL BE THE PRESIDENT OF THE NATIONAL SOCIAL PROPERTY COMMISSION (CONAPS). HE WILL ALSO BECOME A MEMBER OF THE INTERMINISTERIAL COMMISSION FOR ECONOMIC AND FINANCIAL MATTERS WHICH ADVISES THE PRIME MINISTER.

2. ESSENTIALLY THE NEW DECREE LAW ATTEMPTS TO INTEGRATE STRUCTURALLY THE SOCIAL PROPERTY CONCEPT INTO BOTH REGIONAL AND DEPARTMENTAL DEVELOPMENT OFFICES, AS WELL AS INTO THE GOP MINISTRIES AND OTHER GOVERNMENTAL AGENCIES.

3. ON NOVEMBER 14, THE CENTRAL RESERVE BANK AND THE NATIONAL SOCIAL PROPERTY FUND (FONAPS) SIGNED AN AGREEMENT WHEREBY THE BANK WILL EXTEND TO FONAPS A 2,420

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 LIMA 09593 191717Z

MILLION SOL (\$53 MILLION) LINE-OF-CREDIT FOR THE

DEVELOPMENT OF SOCIAL PROPERTY ENTERPRISES. THE LINE-OF-CREDIT WILL CARRY A TWO PERCENT INTEREST RATE.

4. COMMENT: THE NEW DECREE LAW REPRESENTS AN ADVANCE FOR THOSE ATTEMPTING TO PROMOTE THE SOCIAL PROPERTY CONCEPT. ANGEL DE LA CASAS GRIEVE, AS PRESIDENT OF CONAPS, IN ADDITION TO HAVING A VOICE WITHOUT VOTE IN THE CABINET, WILL NOW PARTICIPATE IN THE PRIME MINISTER'S OWN MINISTERIAL LEVEL ADVISORY BOARD. THE LAW ESTABLISHES THE CHANNEL TO PLACE SOCIAL PROPERTY BUREAUCRATS AT THE ACTION LEVEL WITHIN REGIONAL GOVERNING UNITS AND WITHIN THE MINISTRIES. IF THE GOP DECIDES TO EFFECTIVELY DECENTRALIZE DECISION-MAKING AUTHORITY, THE SOCIAL PROPERTY ACTIVITIVISTS WILL BE IN POSITION TO INFLUENCE DECISIONS REGARDING THE SECTOR. THE \$53 MILLION LINE-OF-CREDIT REPRESENTS A SIGNIFICANT PORTION OF THE \$66 MILLION IN GOP FUNDS BUDGETED FOR THE SOCIAL PROPERTY SECTOR DURING THE 1975-76 BIENNIUM. THUS, THE MORALES BERMUDEZ GOVERNMENT, CONTRARY TO SOME EXPECTATIONS, CONTINUES TO SUPPORT THE CONCEPT THROUGH PUBLIC PRONOUNCEMENTS, THE NEW DECREE, AND NOW THROUGH A SUBSTANTIAL LINE-OF-CREDIT. HOW RAPIDLY, AND BY WHICH SOCIAL PROPERTY ENTERPRISES, THIS LINE-OF-CREDIT IS USED WILL BE ONE OF THE FIRST CONCRETE INDICATIONS OF THE REAL COMMITMENT THE GOP HAS TO SOCIAL PROPERTY. DEAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CREDIT, INDUSTRIAL DEVELOPMENT, LAW, PROGRAMS (PROJECTS)
Control Number: n/a
Copy: SINGLE
Draft Date: 19 NOV 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975LIMA09593
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750403-0723
From: LIMA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19751129/aaaaazmn.tel
Line Count: 87
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 LIMA 4535
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 12 SEP 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <12 SEP 2003 by CunninFX>; APPROVED <17 SEP 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
06 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: SOCIAL PROPERTY
TAGS: EGEN, EINV, PE
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006